

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340

February 1, 1993

Mr. Keith A. Cannon Lady Ann Company 832 Northcliffe Drive Salt Lake City, Utah 84103

Dear Mr. Cannon:

Re: Transfer Small Mining Operation, Blue Cap Mine, S/037/066, San Juan County,

We are in receipt of the annual report for Lady Ann Company's Blue Cap mine. Our records indicate that Douglas W. Cleghorn of Grand Junction, Colorado is the owner and responsible party. The annual report states that you purchased the Lady Ann Company. A Transfer of Notice of Intent is enclosed and must be completed in order to transfer this mining operation to your name as the responsible party. At that time, Mr. Cleghorn will be released of any reclamation responsibility.

Please complete, sign and have the document notarized then return it to us by February 26, 1992. Thank you for your cooperation in completing this small mining permitting process.

Sincerely,

Holland Shepherd

Senior Reclamation Specialist

Enclosure